

**MINUTES OF THE
COMMERCE AND REVENUE
APPROPRIATIONS SUBCOMMITTEE**

Room 303, State Capitol Building

February 12, 2004

MEMBERS PRESENT: Sen. Carlene Walker, Co-Chairman
Rep. Chad E. Bennion, Co-Chairman
Sen. John Valentine
Rep. Eli Anderson
Rep. Craig Frank
Rep. Ty McCartney
Rep. J. Morgan Philpot
Rep. Peggy Wallace

MEMBERS ABSENT: Rep. Mike Morley
Sen. Ed Mayne

MEMBERS EXCUSED: Sen. Leonard Blackham

STAFF PRESENT: Stan Eckersley, Fiscal Analyst
Debbie Headden, Fiscal Analyst
Cindy Baker, Committee Secretary

Note: A list of visitors and copy of handouts are filed with committee minutes.

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Co-Chairman Walker called the meeting to order at 2:17 p.m.

MOTION: Rep. Bennion moved to approve the minutes of February 11, 2004. The motion passed unanimously with Rep. McCartney and Rep. Wallace absent for the vote.

Analyst Debbie Headden presented new figures on the Utah Education Network's Management Information System. On - going funding of \$230,000 and a one time funding of \$1,300,000 was requested.

Results of the "straw pole" on budget priorities, was passed out to the committee. The motions reflect the committee's results.

MOTION: Rep. Bennion moved to approve the following supplementals:

Intent allowing a new vehicle for Commerce
Similar intent allowing a new vehicle for Insurance
Non-lapsing intent for Insurance that is limited to \$122,000
Non-lapsing intent for Financial Institutions that is limited to \$30,000 for

computers

Non-lapsing intent for the Committee for Consumer Services Professional & Technical

Non-lapsing intent for Real Estate Education and Recovery Fund

The motion passed unanimously.

The chair was relinquished by Sen. Walker to Co-Chair Bennion.

MOTION: Sen Carlene Walker moved to accept the committee's preliminary votes on base budgets, fees as amended in committee, and intent language, and authorize the Analyst to make any technical changes in intent recommended by the Office of Legislative Research and General Council and the following hot spot items as part of the budget:

Alcoholic Beverage Control-Package agency increase-\$31,000 Liquor Control Fund

Alcoholic Beverage Control-Bond Payments-\$341,800 Liquor Control Fund

Alcoholic Beverage Control-2 FTE for new Store-\$75,000 Liquor Control Fund

Labor Commission-Replace Workplace Safety Funding-\$38,000 Workplace Safety Account

Commerce-DOPL investigative manager & vehicle - \$78,000+\$19,000=\$97,600
C S F

The motion passed unanimously. Sen Walker re-assumed position as Chair.

MOTION: Rep. Bennion moved to approve the following as unfunded hot spots in priority order:

1. Insurance-HIPUtah funding - \$10,000,000 General Fund

2. Tax Commission - Motor Vehicle office rent in Davis County - \$110,000 General Fund

3. Tax Commission-Maintain 4 auditors & 4 collectors-\$374,600 GF or USF

4. Workforce Services -eRep for Medicaid & Food Stamps-\$6,321,000 General Fund

5. Workforce Services-Food Stamp Admin.-\$454,800 ongoing GF, \$945,200 one-time GF

6. Workforce Services- General Assistance Funding-\$2,424,300 General Fund

7. Labor Commission-Industrial Accidents Funding-\$455,500 General Fund

The motion passed unanimously.

MOTION: Rep. Bennion moved that the committee recommend to Executive Appropriations that Utah College of Applied Technology growth be funded at the same level as

public and higher education growth.

The motion passed unanimously.

MOTION: Rep. Bennion moved to add the following intent to Workforce Services budget:

It is the intent of the Legislature that Workforce Services seek opportunities to contract with private entities to provide services and programs usually provided by Workforce Services if the entities bring matching funds in a ratio of at least 2 to 1 and

- 1. A proven, tested and effective existing program*
- 2. Whose operation and administrative costs are already paid for;*
- 3. Has a professional paid staff; and*
- 4. Has flexibility on hours of operation.*

It is the intent of the Legislature that the department report to executive appropriations the extent to which the department has contracted with private entities.

MOTION: Rep. Bennion proposed the following intent language be added to the Tax Commission's budget recommendation for Supplementals FY2004:

It is the intent of the Legislature that the Utah State Tax Commission carry forward unexpended funds related to implementing Streamlined Sales Tax legislation.

The motion passed with Rep. Philpot and Rep. McCartney voting in opposition.

MOTION: Rep. Bennion moved that the Committee on Consumer Services Professional and Technical FY2005 be non-lapsing.

The motion passed unanimously.

MOTION: Rep. Bennion moved that it is the intent of the legislature that the Tax Commission report to Commerce and Revenue Appropriation Sub-Committee interim meeting, the progress made towards the recommendations of the Legislative Auditor's Report # 2003-08.

The motion passed unanimously.

MOTION: Rep. Bennion moved that the Legislature intends that the \$2,160,000 in funds appropriated from the Unemployment Compensation Trust (Reed Act) be used for employment service administration.

The motion passed unanimously.

MOTION: Sen. Valentine moved that the meeting be adjourned.

The motion passed unanimously.

Sen. Walker adjourned the meeting at 2:31 p.m.

Sen. Carlene Walker, Co-Chair

Rep. Chad Bennion, Co-Chair